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Message Text

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ACTION EB-08

INFO OCT-01 EUR-12 ISO-00 CEA-01 CIAE-00 COME-00 DODE-00
FRB-01 H-02 INR-07 INT-05 L-03 LAB-04 NSAE-00 NSC-05
PA-02 AID-05 SS-15 STR-04 ITC-01 TRSE-00 USIA-15
PRS-01 SP-02 FEAE-00 OMB-01 /095 W
----------111226Z 123248 /10
R 101638Z MAR 77
FM AMEMBASSY MADRID
TO SECSTATE 9298
INFO SECAGRICULTURE WASHDC
AMEMBASSY ROME

UNCLAS MADRID 1842

E.O.11652: N/A
TAGS: EAGR, ETRD, SP
SUBJECT: DECREE MINITING VEGETABLE OIL CONSUMPTION FROM IMPORTED
OILSEEDS (SOYBEANS)

REF: (A) STATE 47477, (B) SP 7005, JANUARY 21,1977
(C) ROME 3858

1. GOS HAS PUBLISHED IN STATE GAZETTE OF MARCH 9 A
RESOLUTION MARKETING OF SOY OIL. IT IS INTENEDED TO
IMPLEMENT ROYAL DECREE REPORTED REF (B). MEASURE
ESTABLISHEDS CONTROL PROCEDURES BY WHICH SOY OIL
MAY BE MARKETED DMOESTICALLY. SUMMARY OF RESOLUTION
BEING AIR POUCHED TO FAS/WASHNGTON IMMEDIALTELY

2. AS MENTION RE (B) GOS HAS AREADY LIMITED
PURCHASE CONRACTS FOR FIST SIX MONTHS 1977 TO
85,000 M.T.

3. NO ADDITIONAL EXPORT SUBSIDIES BEING GRANTED TO
RESIDUAL SUPPLU SOU OIL AS RESULT OF RESITRICTION ON
DOMESTIC COMSUPLTION. AS WITH MANY SPANISH PRODUCTS
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THERE IS IN EFFECT A TAX REBATE (8 PERCENT ON
EXPORTED SOY OIL

4. SPAIN IMPORTS SOYBEANS FOR PRIMARY PURPOSE OF
MEETING PROTEIN MEAL REQUIREMENTS. SOY OIL AS PRODUCT
OF CRUSHING IS A STATE TRADED ITEM. GENERAL SUPPLY
COMMISSION (CAT) MINISTRY OF COMMERCE, "PURCHASES"

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FROM CRUSHERS SPECIFIED AMOUNTS OF PRODUCT ON YEAR TO YEAR BASIS. THIS AGENCY TRADITIONALLY RESPONSIBLE FOR ACQUISITION AND DISTRIBUTION OF OIL CURSHED FROM IMPORTED SOYBEANS.

5. CRUSHERS NOTE THAT WHILE THEY PREFER CAT TO INCREASE PURCHASES FOR LOCAL DISTRIBUTION (PROFIT MOTIVE LIKELY REASON) THEY SAY THEY HAVE NO DIFFICULTY IN EXPORTING EXCESS QUANTITIES TO YUGOSLAVIA, MIDDLE EAST AND NORTH AFRICAN COUNTRIES AT CURRENT PRICES, WITHOUT ADDITIONAL SUBSIDY. NEVERTHELESS, CRUSHERS CONSIDER THERE IS A GOOD POSSIBILITY THAT 170,000 M.T. LIMITATION ANNOUNCED BY GOS MAY BE INCREASED AS LOCAL SOY OIL SUPPLIES DIMINISH. THEY ARE THEREFORE WITHHOLDING FROM WORLD MARKET PART OF THEIR DOMESTIC PRODUCTION.

6. RE PARA 5, REF (A) WE PROPOSE DEFERRING INFORMAL APPROACH TO GOS OFFICIALS UNTIL WE RECEIVE CLAR-FICATION AS TO WHETHER THERE ACTUALLY EXISTS AN IMPAIRMENT IN GATT BINDING ON SOY BEANS.

7. RE REF (C), THE GRADUAL ELIMINATION OF SOY OIL SUBSIDY WAS REPORTED IN REF (B) HOWEVER TRADE REPORTS THAT TO DATE NO REDUCTION HAS OCCURED. THIS IN PART CONTRIBUTES TO TRADE OPTIMISM THAT AMOUNT OF PROUDCT ALLOWED FOR INTERNAL CONSUMPTION WILL INCREASE.EATON

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, VEGETABLE OILS, IMPORT CONTROLS, SOYBEANS
Control Number: n/a
Copy: SINGLE
Sent Date: 10-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MADRID01842
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770084-0628
Format: TEL
From: MADRID
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770374/aaaacmuc.tel
Line Count: 88
Litigation Code IDs:
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Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 91acd1ba-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Reference: 77 STATE 47477, 77 ROME 3858
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 08-Dec-2004 12:00:00 am
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Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3151682
Secure: OPEN
Status: NATIVE
Subject: DECREE MINITING VEGETABLE OIL CONSUMPTION FROM IMPORTED OILSEEDS (SOYBEANS)
TAGS: EAGR, ETRD, EPAP, SP
To: STATE
Type: TE
vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/91acd1ba-c288-dd11-92da-001cc4696bcc
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